GENERAL SUBSCRIBER SERVICES TARIFF

Ballard Rural Telephone Cooperative Corporation, Inc.

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B. GENERAL REGULATIONS

B.4.2 Establishment of Credit

- 1. The company will furnish service to any individual or firm upon the establishment of appropriate credit or payment of a cash deposit. In accordance with Kentucky Public Service Commission rules, the Company is not obligated to furnish service to any customer with an outstanding bill at the same or different address until suitable arrangements for payment of this bill has been made. In order to insure the payment of all charges due for its services, the Company will require a customer to establish credit in one of the following ways:
 - A. By furnishing references suitable to the Company;
 - B. By providing a suitable guarantee in writing in a form prescribed by the Company;
 - C. By means of cash deposit;
 - D. By having been a satisfactory subscriber of the Company.

B.4.3 Deposits

Unless appropriate credit has been otherwise established, the Company will require a customer to
pay a minimum cash deposit of an amount not to exceed two-twelfths (2/12) of the estimated
annual bill. The deposit will be based upon the customer's actual usage at the same or different
location. If this information is not available, the deposit will be based on the average bills of similar
customers and premises in the system.

2. The Company will pay interest on all deposits and the interest rate is calculated by averaging the one (1) year constant maturity treasury rate from September, October, and November. The Commission will determine the rate and post it to the website by December 15 of each year. Interest accrued will be refunded to the customer or credited to the customer's bill on an annual basis. If interest is paid or credited to the customer's bill prior to the twelve (12) months from the date of deposit, or the last interest payment date, the payment or credit shall be on a prorated basis.

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By: Harlon E. Parker

Title: General Manager

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PUBLIC SERVICE COMMISSION OF KENTUCKY